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WILLIAMS LOCAL NETWORK, INC.

Petition for Authority to Provide Local Telecommunications Services

Order Nisi Granting Authorization

ORDER NO. 23,474

May 9, 2000

On November 18, 1999, Williams Local Network, Inc. (WLN) filed with the New Hampshire Public Utilities Commission (Commission) a petition for authority to provide switched and non-switched local exchange telecommunications services, pursuant to the policy goals set by the New Hampshire Legislature in RSA 374:22-g, effective July 23, 1995. On April 5, 2000 WLN filed additional information.

Pursuant to Puc Chapter 1300, an applicant's petition for certification shall be granted when the Commission finds that (1) all information listed in Puc 1304.02 has been provided to the Commission; (2) the applicant meets standards for financial resources, managerial qualifications, and technical competence; and, (3) certification for the particular geographic area requested is in the public good.

The Commission Staff (Staff) has reviewed WLN's petition for compliance with these standards. Staff reports that the company has provided all the information required by Puc 1304.02. The information provided supports WLN's assertion of financial resources,

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managerial qualifications, and technical competence sufficient to meet the standards set out in Puc 1304.01(b), (e), (f), and (g). Staff, therefore, recommends approval of WLN as a New Hampshire CLEC.

WLN has provided a sworn statement and request for waiver of the surety bond requirement in Puc 1304.02(b) stating that they do not require advance payments or deposits of their customers. Staff recommends granting the waiver.

WLN initially plans to limit its local exchange and exchange access services in New Hampshire to other telecommunications carriers and Internet service providers. WLN has no present plans to offer local dial tone service however they may do so in the future. WLN is requesting a waiver of Puc 1306.02(a) which requires CLECs to make basic service available to all customers within their franchise area. Staff recommends granting the waiver.

We find that WLN has satisfied the requirements of Puc 1304.01(a)(1) and (2). In addition, we find that certification of WLN in its intended service area, Bell Atlantic's current service area, is in the public good, thus meeting the requirement of Puc 1304.01(a)(3). In making this finding, as directed by RSA 374:22-g, we have considered the interests of competition, fairness, economic efficiency, universal service, carrier of last resort, the incumbent's opportunity to realize a reasonable return on its investment, and recovery by the incumbent of expenses incurred. This

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finding is further supported by the Telecommunications Act of 1996 (TAct). Because WLN has satisfied the requirements of Puc 1304.01(a), we will grant certification.

As part of its application, WLN agreed to abide by Bell Atlantic's present and future rates for intraLATA switched access or to charge a lower rate. If, at any point, WLN seeks to exceed Bell Atlantic's access rates it shall first contact the Staff to review the proposal. The Commission will monitor access rates as the intraLATA toll and local exchange markets develop. CLECs charging higher access rates than they, in turn, pay Bell Atlantic could inhibit intraLATA toll competition which would call into question Section 253 of the Tact.

We note that as new competitors enter the market, greater pressure is put on the 603 area code, so long as today's antiquated number assignment process remains in effect. Accordingly, we will require that WLN request and use numbers responsibly and conservatively, and to join in exploring alternative mechanisms to use existing numbers as efficiently as possible and thereby avert the need for a new area code. By granting this authority WLN is required to comply with our orders on number conservation including Order No. 23,385 issued January 7, 2000 and Order No. 23,392 issued January 27, 2000 as well as further orders issued by the Commission concerning this matter.

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Based upon the foregoing, it is hereby

ORDERED NISI, that WLN's petition for authority to provide switched and non-switched intrastate local exchange telecommunications services in the service territory of Bell Atlantic, is GRANTED, subject, inter alia to the requirements of Puc 1304.03; and it is

FURTHER ORDERED, that Williams Local Network, Inc. is required to comply with our Order No. 23,385 issued January 7, 2000, Order No. 23,392 issued January 27, 2000, and further orders issued by the Commission concerning number conservation; and it is

FURTHER ORDERED, that the request for waiver of the surety bond requirement per Puc 1304.02(b) is granted; and it is

FURTHER ORDERED, that the request for waiver of the basic service availability to all customers within the franchise area requirement per Puc 1306.02(a) is granted; and it is

FURTHER ORDERED, that the request for waiver of the

Uniform System of Accounts financial records is unnecessary since the

Commission only requires that the accounts be maintained in

accordance with Generally Accepted Accounting Principles, however

revenues generated in New Hampshire must be filed with the Commission

on an annual basis as part of the New Hampshire Public Utilities

Commission Annual Report; and it is

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FURTHER ORDERED, that the Petitioner shall cause a copy of this Order Nisi to be published once in a statewide newspaper of general circulation, such publication to be no later than May 16, 2000 and to be documented by affidavit filed with this office on or before May 26, 2000; and it is

FURTHER ORDERED, that all persons interested in responding to this Order <u>Nisi</u> shall submit their comments or file a written request for a hearing on this matter before the Commission no later than May 26, 2000; and it is

FURTHER ORDERED, that this Order <u>Nisi</u> shall be effective June 8, 2000, unless the Commission provides otherwise in a supplemental order issued prior to the effective date; and it is

FURTHER ORDERED, that the Petitioner shall file, ten days prior to commencing service, a rate schedule including the name, description and price of each service, with the Commission in accordance with N.H. Admin. Rules, Puc 1304.03(b).

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> By order of the Public Utilities Commission of New Hampshire this ninth day of May, 2000.

Douglas L. Patch Susan S. Geiger Nancy Brockway
Chairman Commissioner Commissioner

Attested by:

Thomas B. Getz

Executive Director and Secretary